

**Attachment 1
STATEMENT OF OBJECTIVES
SP0600-03-R-0310**

1.0 DESCRIPTION OF REQUIREMENT: The Defense Energy Support Center (DESC), Defense Logistics Agency, as the Department of Defense (DoD) Integrated Material Manager (IMM) for Missile Fuels Products and related services, requires production and delivery of Liquid Air in support of National Defense and the U.S. Space Program. The contractor shall provide all production, raw materials, supplies, management, tools, equipment and labor necessary for the manufacture and delivery from the contractor's facility of Liquid Air in accordance with the Item Description, dated 23 Oct 2002. The contract will be a five year requirements type contract for a period of **01 May 03 through 30 April 08** for delivery and storage of Liquid Air at Arnold AFB, TN. This requirement is for the best estimated total quantity of 192,500 gallons for the five year period of product delivered FOB Destination and stored in a Government-supplied storage vessel.

2.0 DELIVERIES OR PERFORMANCE

The contractor shall notify Fuel Farm Control Center, (931) 454-5253, when the product departs contractor's fill plant or four hours prior to arrival of each shipment, whichever is sooner.

2.1 POINT OF INSPECTION and ACCEPTANCE

Product offered under this contract will be FOB destination into a Government-supplied storage vessel

- a. Inspection for quality shall be at origin (fill point).
- b. Inspection for quantity and final acceptance will be at destination.

2.2 GOVERNMENT'S REQUIRED DELIVERY SCHEDULE

a) Routine deliveries will be between 0700 to 1400 Monday through Friday, as scheduled. Turn around time is two hours. The contractor shall deliver all shipments to the required customer facility within 48 hours after receipt of delivery schedule unless a longer period is specified in the delivery schedule as issued by the DESC Inventory Manager. There may be instances when, due to an emergency situation, deliveries will be required outside the routine delivery hours stated above. In those cases, deliveries will be required 24 hours a day, 7 days a week.

b) Due to testing requirements, scheduled delivery times are critical. If required, deliveries to support product requirements will be made, within one to two hours, including weekend and holidays.

3.0 GOVERNMENT FURNISHED PROPERTY

3.1 Storage vessel, location and capacities are as follows:

<u>Liquid Air:</u>		Vessel capacity
<u>Location</u>	<u># of tanks</u>	<u>(gallons)</u>
T-Side Test Cells	1	6,000 each

3.2 Three-inch flexible hose and adapters/connectors with trailer pumping capabilities are available. The contractor must provide pump for off-loading.

THE QUANTITY OF PRODUCT TENDERED TO THE GOVERNMENT FOR ACCEPTANCE WILL BE DETERMINED BY A WEIGHT OF 7.294 LBS PER GALLON.

4.0 TRANSPORT TRUCK AND/OR TRUCK AND TRAILER FREE TIME AND DETENTION RATES (CLIN 0002)

Contractor shall be paid for detention beyond free time for delays caused by the Government. The attached Form H-14 "Transport Equipment Delay Certificate" shall be completed to show the date and time the carrier arrived and departed and the reason(s) for the delays. This form must be signed by both the driver and unloading personnel. A signed copy of the form must be sent to:

DESC-MIC(Liquid Air IM)
Bldg 1621-K
2261 Hughes St. Ste 128
Lackland AFB TX 78236-9828

A minimum of one hour free time is required by the government. If contractor free time is beyond one hour, indicate here:
_____ UNLESS OFFEROR INDICATES OTHERWISE, FREE TIME WILL BE CONSIDERED UNLIMITED.

Rate for detention shall be comparable to regulated tariffs governing the local area of receiving activity. Rate for detention shall be stated by quarter hour.

The above will not be considered in the evaluation of offers for award, except that free time of less than one hour or detention rates not comparable to regulated tariffs may render an offer unacceptable/bid nonresponsive. DETENTION COSTS: Any invoices for detention costs will be forwarded directly to DESC-MIC at the address stated above.

5.0 PRODUCT ORDERS AND GOVERNMENT REQUIRED DELIVERY

a. Blanket Delivery Orders shall be issued by the DESC Contracting Officer. However, the Inventory Manager through issuance of a Propellants Delivery Schedule will designate specifics as to individual deliveries to be accomplished under the Blanket Delivery Order.

b. Product orders shall be available for shipment within 48 hours of issuance of a Propellants Delivery Schedule by the Government. The Government reserves the right to extend that period beyond 48 hours.

c. A Propellants Delivery Schedule shall be issued by the DESC Inventory Manager at DEFENSE ENERGY SUPPORT CENTER, MISSILE FUELS COMMODITY BUSINESS UNIT OFFICE, DESC-MIC, 2261 HUGHES AVE., STE. 128, BLDG. 1621-K, LACKLAND AFB TX 78236-9828. Propellants Delivery Schedule shall normally be in writing, dated and serially numbered, however, telephone request(s) may be made in an emergency and shall be confirmed in writing, within 24 hours. The Propellant Delivery Schedule shall contain as a minimum: Item number(s) being scheduled.

- (1) Item numbers(s) being scheduled.
- (2) Quantity of each item being scheduled. (Propellants Delivery Schedules are issued for single orders or shipments and for blanket orders or multiple shipments. Blanket Delivery Orders are normally for one month and restrict or limit the maximum amount a Contractor can schedule for delivery during a specified period.
- (3) Unit price and total price of each item being scheduled.
- (4) National Stock Number (NSN)
- (5) Contract and order number.
- (6) Destination of product.
- (7) Required delivery date(s)
- (8) Information in "Mark For" of Propellants Product Request must be transferred to the DD Form 250.
- (9) Remarks: Special Instructions to vendor for processing the shipments and reasons for amendments.

d. The Contractor shall advise DESC-MIC and the using activity of the following:
List of personnel available on a 24-hour a day basis that are authorized to receive Propellant Product Requests. The list shall include full name, office telephone number, home telephone number, direct distance dialing number, Fax number, and E-mail (if available) and kept updated with changes. They must also have the name, title, mailing address, and phone number of the inspecting QAR.

e. A Propellant Delivery Schedule will be considered terminated when a modification is signed by the DESC Contracting Officer.

6.0 SUBMISSION OF INVOICES FOR PAYMENT OF PRODUCT

(a) CERTIFICATION OF RECEIPT - F.O.B. DESTINATION DELIVERIES

(i) The contractor shall submit an invoice with supporting documentation for payment within fifteen calendar days of the delivery to:

Defense Finance and Accounting Services Columbus Center
ATTN DFAS-BVDFB (MISSILE FUELS)
PO BOX 182317
COLUMBUS OH 43218-2317

(b) Supporting documentation for payment shall be the original copy of the DD Form 250 plus two copies, or the original commercial equivalent plus two copies.

a. The DD Form 250 or commercial equivalent shall have the original signature of QAR, with typed name, title, mailing address and office phone number.

b. The DD Form 250 or commercial equivalent shall be provided to the customer for signature of receipt of product at the time of delivery and shall be returned to the contractor for distribution (invoicing and Liquid Air IM).

(ii) The contractor shall also mail a copy of the invoice, a copy of the signed (QAR and customer receipt signature) DD Form 250, or commercial equivalent, a copy of the certified weight ticket to:

DESC-MIC (Liquid Air IM)
BLDG 1621-K
2261 Hughes Avenue, Ste 128
Lackland AFB TX 78236-9828

9. SUBMISSION OF INVOICES FOR PAYMENT OF SERVICES

The contractor shall prepare and distribute service related invoices not later than 15 calendar days from the month of lease occurrence. The contractor's original invoice and one (1) copy shall be prepared and forwarded to:

DESC-MIC (Liquid Air IM)
BLDG 1621-K
2261 Hughes Avenue, Ste 128
Lackland AFB TX 78236-9828

Invoices shall also identify container by:

- i. Contract Number
- ii. Container Serial Number or other unique identifier
- iii. Product Code (PC): use PC: 17
- iv. Product NSN: use 9135-01-444-1854
- v. Services Line Item Number and Nomenclature
- vi. Daily Lease Rate
- vii. Number of Days

10. SUBMISSION OF INVOICES FOR PAYMENT OF SERVICES

One (1) original and one (1) copy of Contractor's Invoice shall be prepared and forwarded to:

DESC-MIC (Liquid Air IM)
BLDG 1621-K
2261 Hughes Avenue, Ste 128
Lackland AFB TX 78236-9828